

**Questar Gas Company**  
Historical Income Statements  
Years Ended December 31

Account Name	(Thousands of dollars)						2004 to 2009
	2004	2005	2006	2007	2008	2009	Avg. Annual Pct. Change
<b>Operating Sales and Revenues:</b>							
Revenues	228,065	242,374	242,800	245,300	263,400	293,259	5.16%
Commodity Pass Through	536,128	720,173	821,800	687,200	736,900	626,610	3.17%
<b>Total Revenues</b>	<b>764,193</b>	<b>962,547</b>	<b>1,064,600</b>	<b>932,500</b>	<b>1,000,300</b>	<b>919,868</b>	<b>3.78%</b>
<b>Operating Expenses:</b>							
Cost of Natural Gas Sold	324,393	484,182	569,800	441,200	304,200	626,610	14.07%
Cost of Natural Gas Sold - Affiliates	211,735	235,991	252,000	246,000	432,700		-100.00%
Operating and Maintenance	104,586	113,086	115,100	118,900	125,800	149,344	7.38%
Depreciation and amortization	41,956	45,828	40,900	38,800	41,500	43,723	0.83%
Miscellaneous	4,090						
Taxes, other than income taxes	9,767	11,013	11,600	11,500	11,900	13,289	6.35%
<b>Total Operating Expenses</b>	<b>696,527</b>	<b>890,100</b>	<b>989,400</b>	<b>856,400</b>	<b>916,100</b>	<b>832,966</b>	<b>3.64%</b>
<b>Earnings From Operations</b>	<b>67,666</b>	<b>72,447</b>	<b>75,200</b>	<b>76,100</b>	<b>84,200</b>	<b>86,902</b>	<b>5.13%</b>
Interest expense (net)	19,733	20,158	22,600	23,800	25,200	28,525	7.65%
Interest and Other Income	(3,508)	(4,962)	(6,600)	(7,400)	(5,200)	(7,856)	17.50%
Loss (Gain) on Sale of Assets	200	0	300	0	0	(21)	
Other Income (Expense)	0	0	0	0	0	201	
<b>Total Other Income/Expense</b>	<b>16,425</b>	<b>15,196</b>	<b>16,300</b>	<b>16,400</b>	<b>20,000</b>	<b>20,849</b>	<b>4.89%</b>
<b>Earnings Before Taxes</b>	<b>51,241</b>	<b>57,251</b>	<b>58,900</b>	<b>59,700</b>	<b>64,200</b>	<b>66,053</b>	<b>5.21%</b>
Extraordinary Items	0	0	0	0	0	0	
Income Taxes	19,780	21,276	21,900	22,300	24,000	24,486	4.36%
<b>Net Income</b>	<b>31,461</b>	<b>35,975</b>	<b>37,000</b>	<b>37,400</b>	<b>40,200</b>	<b>41,567</b>	<b>5.73%</b>
Preferred Stock Dividends	0	0	0	0	0	0	
Common Stock Dividends	25,500	26,000	26,500	27,000	27,500	28,200	1.92%

**Questar Gas Company**  
Historical Balance Sheets  
Years Ended December 31

(Thousands of dollars)

2004 to 2009  
Avg. Annual

Account Name	2004	2005	2006	2007	2008	2009	Pct. Change
<b>Current Assets:</b>							
Cash & Equivalents	2,131	3,206	3,600	4,100	1,200	7,167	27.45%
Accounts Receivable, net	136,056	189,451	152,900	153,000	174,600	166,945	4.18%
Material and Supplies	50,000	64,175	58,000	52,200	75,800	54,638	1.79%
Other Current Assets	44,742	48,217	3,800	17,900	32,400	7,786	-29.51%
Total Current Assets	232,929	305,049	218,300	227,200	284,000	236,536	0.31%
<b>Plant &amp; Equipment:</b>							
Plant in Service	1,300,643	1,364,282	1,387,000	1,505,700	1,622,900	1,690,189	5.38%
Construction Work in Progress	14,894	19,080	31,100	33,500	23,900	33,385	17.52%
Other PP&E							
Total Plant & Equipment:	1,315,537	1,383,362	1,418,100	1,539,200	1,646,800	1,723,574	5.55%
Accumulated Dep & Amort	572,290	615,934	598,000	630,300	657,300	689,421	3.79%
Net Plant & Equipment	743,247	767,428	820,100	908,900	989,500	1,034,153	6.83%
<b>Other Assets:</b>							
Regulatory Assets	21,843	22,052	23,000	19,100	18,100	25,235	2.93%
Goodwill	5,652	5,652	5,600	5,600	5,600	5,600	-0.18%
Other Non-Current Assets	7,957	6,438	6,300	6,900	7,800	11,594	7.82%
Total Other Assets	35,452	34,142	34,900	31,600	31,500	42,428	3.66%
Total Non-Current Assets	778,699	801,570	855,000	940,500	1,021,000	1,076,582	6.69%
Total Assets	1,011,628	1,106,619	1,073,300	1,167,700	1,305,000	1,313,118	5.36%
<b>Current Liabilities:</b>							
Notes Payable to Questar	95,200	77,400	13,200	72,900	88,300	87,000	-1.79%
Current Portion, LTD			10,000	43,000			
Accounts Payable	94,610	148,596	126,800	130,400	111,700	125,632	5.84%
Accounts Payable, Affiliates	31,981	27,409	32,600	32,600	49,500	37,228	3.09%
Customer-credit Balances	24,771	30,829	31,400	34,100	34,900	52,229	16.09%
Other	37,877	18,432	46,200	62,300	51,600	35,208	-1.45%
Total Current Liabilities	284,439	302,666	260,200	375,300	336,000	337,298	3.47%
Long-Term Debt	273,000	323,000	313,000	270,000	370,000	370,764	6.31%
Deferred Income Taxes	118,367	118,024	118,700	123,000	154,000	188,393	9.74%
Other Deferred Credits	20,851	44,603	51,800	58,700	60,400	17,622	-3.31%
Total LTD & Deferrals	412,218	485,627	483,500	451,700	584,400	576,778	6.95%
Total Liabilities	696,657	788,293	743,700	827,000	920,400	914,076	5.58%
Preferred Stock							
<b>Common Equity:</b>							
Common Stock	144,849	138,229	139,000	139,700	170,900	171,875	3.48%
Retained Earnings	170,122	180,097	190,600	201,000	213,700	227,166	5.95%
Total Common Equity	314,971	318,326	329,600	340,700	384,600	399,041	4.85%
Total Liabilities & Equity	1,011,628	1,106,619	1,073,300	1,167,700	1,305,000	1,313,118	5.36%

**Questar Gas Company**  
Historical Cash Flow Statements  
Years Ended December 31

(Thousands of dollars)	2004 to 2009						Avg. Annual Pct. Change
	2004	2005	2006	2007	2008	2009	
<b>Cash flows from operating activities:</b>							
Net income	31,461	35,975	37,000	37,400	40,200	41,567	5.73%
Adjustments to reconcile net income							
Depreciation and amortization	45,700	50,100	44,800	42,700	45,200	46,837	0.49%
Deferred income taxes and investment tax credits	32,300	3,700	(15,200)	4,000	30,300	34,175	1.14%
(Gain) Loss on sale of assets	200		300				
Cumulative Affect of Accounting Chng and Other			700	700	1,200	1,066	
Changes in:							
Accounts receivable	(5,800)	(53,100)	36,600		(21,600)	7,627	
Materials and Supplies	(22,000)	(14,200)	6,200	8,000	(23,600)	21,014	
Accounts payable and accrued expenses	40,200	52,200	(27,300)	10,300	4,300	13,266	-19.89%
Rate-refund obligation	(4,300)	(20,600)					
Purchased-gas adjustments	(35,300)	(4,000)	81,700	16,200	(12,300)	(18,898)	-11.75%
Other Assets and Liabilities	(4,900)	12,100	12,400	(4,800)	(11,000)	(22,307)	
<b>Net cash provided by operating activities</b>	<b>77,561</b>	<b>62,175</b>	<b>177,200</b>	<b>114,500</b>	<b>52,700</b>	<b>124,348</b>	<b>9.90%</b>
<b>Cash flows from investing activities:</b>							
Capital expenditures	(77,000)	(67,900)	(86,700)	(135,900)	(126,300)	(88,880)	2.91%
Proceeds from sales of assets	(3,200)	600	600	(2,800)	(3,100)		
Other	0	0	0	2,000	500		
<b>Net cash used in investing activities</b>	<b>(80,200)</b>	<b>(67,300)</b>	<b>(86,100)</b>	<b>(136,700)</b>	<b>(128,900)</b>	<b>(88,880)</b>	<b>2.08%</b>
<b>Cash flows from financing activities:</b>							
Issuance of Common Stock	0	0	0	0	30,000		
Proceeds from long-term debt	0	50,000	0	0	148,400		
Long-term debt repaid	(17,000)	0	0	(10,000)	(93,000)		
Change in note payable to Questar	43,300	(17,800)	(64,200)	59,700	15,400	(1,300)	
Dividends paid	(25,500)	(26,000)	(26,500)	(27,000)	(27,500)	(28,200)	2.03%
Other	0	0	0				
<b>Net cash provided by (used in) financing activities</b>	<b>800</b>	<b>6,200</b>	<b>(90,700)</b>	<b>22,700</b>	<b>73,300</b>	<b>(29,500)</b>	
<b>Change in cash and cash equivalents</b>	<b>(1,839)</b>	<b>1,075</b>	<b>400</b>	<b>500</b>	<b>(2,900)</b>	<b>5,968</b>	
Cash and cash equivalents at beginning of period	3,894	2,131	3,206	3,606	4,106	1,206	-20.90%
<b>Cash and cash equivalents at end of period</b>	<b>2,131</b>	<b>3,206</b>	<b>3,606</b>	<b>4,106</b>	<b>1,206</b>	<b>7,174</b>	<b>27.48%</b>



**Questar Gas Company**  
Common Size  
Historical Income Statements

Account Name	2004 to 2009						Average
	2004	2005	2006	2007	2008	2009	
<b>Operating Revenues:</b>							
Revenues	29.84%	25.18%	22.81%	26.31%	26.33%	31.88%	26.85%
Commodity Pass Through	70.16%	74.82%	77.19%	73.69%	73.67%	68.12%	73.15%
Total Revenues	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
<b>Operating Expenses:</b>							
Cost of Natural Gas Sold	42.45%	50.30%	53.52%	47.31%	30.41%	68.12%	48.73%
Cost of Natural Gas Sold - Affiliates	27.71%	24.52%	23.67%	26.38%	43.26%	0.00%	24.42%
Operating and Maintenance	13.69%	11.75%	10.81%	12.75%	12.58%	16.24%	12.88%
Depreciation and amortization	5.49%	4.76%	3.84%	4.16%	4.15%	4.75%	4.48%
Miscellaneous	0.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.07%
Taxes, other than income taxes	1.28%	1.14%	1.09%	1.23%	1.19%	1.44%	1.22%
Total Operating Expenses	91.15%	92.47%	92.94%	91.84%	91.58%	90.55%	91.81%
Earnings From Operations	8.85%	7.53%	7.06%	8.16%	8.42%	9.45%	8.19%
Interest expense (net)	2.58%	2.09%	2.12%	2.55%	2.52%	3.10%	2.48%
Interest and Other Income	-0.46%	-0.52%	-0.62%	-0.79%	-0.52%	-0.85%	-0.63%
Loss (Gain) on Sale of Assets	0.03%	0.00%	0.03%	0.00%	0.00%	0.00%	0.01%
Other Income (Expense)	0.00%	0.00%	0.00%	0.00%	0.00%	0.02%	0.00%
Total Other Income/Expense	2.15%	1.58%	1.53%	1.76%	2.00%	2.27%	1.86%
Earnings Before Taxes	6.71%	5.95%	5.53%	6.40%	6.42%	7.18%	6.33%
Extraordinary Items	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Income Taxes	2.59%	2.21%	2.06%	2.39%	2.40%	2.66%	2.37%
<b>Net Income</b>	<b>4.12%</b>	<b>3.74%</b>	<b>3.48%</b>	<b>4.01%</b>	<b>4.02%</b>	<b>4.52%</b>	<b>3.96%</b>
Preferred Stock Dividends	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
Common Stock Dividends	81.05%	72.27%	71.62%	72.19%	68.41%	67.84%	71.87%



**Questar Gas Company**  
Cash Flow as a Percent of Revenues  
Years Ended December 31

	2004	2005	2006	2007	2008	2009	2004 to 2009 Average
Total Revenues	764,193	962,547	1,064,600	932,500	1,000,300	919,868	940,668
Cash flows from operating activities:							
Net income	4.12%	3.74%	3.48%	4.01%	4.02%	4.52%	3.98%
Adjustments to reconcile net income							
Depreciation and amortization	5.98%	5.20%	4.21%	4.58%	4.52%	5.09%	4.93%
Deferred income taxes and investment tax credits	4.23%	0.38%	-1.43%	0.43%	3.03%	3.72%	1.73%
(Gain) Loss on sale of assets	0.03%	0.00%	0.03%	0.00%	0.00%	0.00%	0.01%
Cumulative Affect of Accounting Chng and Other	0.00%	0.00%	0.07%	0.08%	0.12%	0.12%	0.06%
Changes in:							
Accounts receivable	-0.76%	-5.52%	3.44%	0.00%	-2.16%	0.83%	-0.69%
Materials and Supplies	-2.88%	-1.48%	0.58%	0.86%	-2.36%	2.28%	-0.50%
Accounts payable and accrued expenses	5.26%	5.42%	-2.56%	1.10%	0.43%	1.44%	1.85%
Rate-refund obligation	-0.56%	-2.14%	0.00%	0.00%	0.00%	0.00%	-0.45%
Purchased-gas adjustments	-4.62%	-0.42%	7.67%	1.74%	-1.23%	-2.05%	0.18%
Other Assets and Liabilities	-0.64%	1.26%	1.16%	-0.51%	-1.10%	-2.43%	-0.38%
Net cash provided by operating activities	10.15%	6.46%	16.64%	12.28%	5.27%	13.52%	10.72%
Cash flows from investing activities:							
Capital expenditures	-10.08%	-7.05%	-8.14%	-14.57%	-12.63%	-9.66%	-10.36%
Proceeds from sales of assets	-0.42%	0.06%	0.06%	-0.30%	-0.31%	0.00%	-0.15%
Other	0.00%	0.00%	0.00%	0.21%	0.05%	0.00%	0.04%
Net cash used in investing activities	-10.49%	-6.99%	-8.09%	-14.66%	-12.89%	-9.66%	-10.46%
Cash flows from financing activities:							
Issuance of Common Stock	0.00%	0.00%	0.00%	0.00%	3.00%	0.00%	0.50%
Proceeds from long-term debt	0.00%	5.19%	0.00%	0.00%	14.84%	0.00%	3.34%
Long-term debt repaid	-2.22%	0.00%	0.00%	-1.07%	-9.30%	0.00%	-2.10%
Change in note payable to Questar	5.67%	-1.85%	-6.03%	6.40%	1.54%	-0.14%	0.93%
Dividends paid	-3.34%	-2.70%	-2.49%	-2.90%	-2.75%	-3.07%	-2.87%
Other	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Net cash provided by (used in) financing activities	0.10%	0.64%	-8.52%	2.43%	7.33%	-3.21%	-0.20%
Change in cash and cash equivalents	-0.24%	0.11%	0.04%	0.05%	-0.29%	0.65%	0.05%
Cash and cash equivalents at beginning of period	0.51%	0.22%	0.30%	0.39%	0.41%	0.13%	0.33%
Cash and cash equivalents at end of period	0.28%	0.33%	0.34%	0.44%	0.12%	0.78%	0.38%